GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:801
ANSWERED ON:21.02.2003
LIFE INSURANCE CORPORATION HOUSING FINANCE LIMITED
P.D. ELANGOVAN

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Life Insurance Corporation Housing Finance Limited (LICHFL) is offering house loans at cheaper rates;

(b) whether the LICHFL has also floated` Apna office` and `personal` loans; and

(c) if so, the salient features of these schemes of LIC?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL):

(a) The Life Insurance Corporation Housing Finance Limited (LICHFL) has informed that they are offering housing loans at competitive rates.

(b) and (c) Yes, Sir. Apna Office scheme is for Professionals like Medical Practitioners,Architects. Engineers, Chartered Accountants, Company Secretaries and Management Consultants,Maximum loan under this scheme is 85% of the Property Value subject to maximum of Rs.1 crore at the rate of interest of: (a) 11,75% - Fixed (Monthly interest), (b) 11.50% - Floating (Monthly interest) with maximum term of 10 years. Since the loans are advanced against the security of property, they cannot be categorized as personal leans in the conventional meaning of the term.